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Honorable Judge Samuel J. Steiner  
DATE: November 12<sup>th</sup>, 2010  
TIME: 9:30 a.m.  
Chapter 11  
LOCATION: Seattle  
RESPONSE DUE: Wednesday, Nov. 10,  
2010

11 UNITED STATES BANKRUPTCY COURT  
12 WESTERN DISTRICT OF WASHINGTON  
13 AT SEATTLE

14 In re:

15  
16 Adam R. Grossman,  
17  
18 Debtor.

CHAPTER 11 BANKRUPTCY

CASE NO. 10-19817-SJS

DEBTOR'S APPLICATION FOR  
AUTHORITY TO EMPLOY FAMILY  
LAW ATTORNEY AS DEBTOR'S  
SPECIAL COUNSEL NUNC PRO TUNC

19  
20  
21 COMES NOW Adam R. Grossman, the Debtor-In-Possession ("Debtor") herein, and  
22 respectfully represents the following:

23 1. The undersigned Debtor came into being with the filing of the Chapter 11  
24 Petition on August 19, 2010.

25  
26 2. Your applicant requires the assistance of state court family law counsel so as to  
27 enable him to protect the assets of the estate. Retention of a state court family law attorney  
28

DEBTOR'S APPLICATION FOR AUTHORITY TO  
EMPLOY FAMILY LAW ATTORNEY AS DEBTOR'S  
SPECIAL COUNSEL NUNC PRO TUNC - Page 1 of 5

LAW OFFICE OF  
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1 is necessary in connection with the following non-exhaustive list of matters:

- 2 (a) protecting and preserving the assets of the estate for the Debtor;
- 3 (b) issues surrounding the complex division of property;
- 4 (c) issues surrounding the division and valuation of business assets;
- 5 (d) obtaining and defending requests for spousal maintenance;
- 6 (e) obtaining and defending requests for alimony;
- 7 (f) assistance regarding the calculation of income, deviation of child support, child
- 8 support payments, and child support enforcement; and
- 9 (g) issues surrounding the division and valuation of retirement or investment accounts.

10 Your applicant believes that these are vital and necessary services in order to protect the

11 assets of the estate.

12 3. The Debtor has conferred with, and now desires to retain and employ, the Tsai

13 Law Company, PLLC as his state court family law attorneys at the rate of \$295.00 per hour

14 for attorney's fees or \$3,500.00 per day during trial under a general retainer to perform the

15 above-described services necessary and desirable in the administration and reorganization of

16 this estate.

17 4. The Debtor has selected said firm because of the experience and knowledge of

18 the Tsai Law Company, PLLC in the field of preservation of the assets of family law

19 litigants. Accordingly, the Debtor believes that the Tsai Law Company, PLLC is well

20 qualified to represent him in Debtor's state court family law case.

21 5. On September 16, 2010, \$7,500.00 was paid by Peter Hendrickson to the Tsai

22 Law Company, PLLC on Applicant's behalf.

23 6. On October 11, 2010, \$20,000.00 was paid by Lyman Opie to the Tsai Law

1 Company, PLLC on Applicant's behalf.

2 7. Neither of these two payments were made with any strings attached.

3 8. Your Applicant paid the amount of \$5,000.00 by cashier's check on September  
4 25, 2010 to the Tsai Law Company, PLLC.

5 9. The \$5,000.00 paid directly to the Tsai Law Company, PLLC by your  
6 applicant (the \$5,000.00) was returned to your Applicant by the Tsai Law Company, PLLC  
7 on October 22, 2010. These funds were paid by check to your Applicant out of the Tsai Law  
8 Company, PLLC's IOLTA account.  
9

10 10. Debtor has given the Tsai Law Company, PLLC Debtor's informed consent  
11 (under Rules of Professional Conduct 1.8(f)) to the payments by third parties of the Tsai  
12 Law Company, PLLC's fees.  
13

14 11. In other words, no assets of the estate have been used for employment of the  
15 Tsai Law Company, PLLC.  
16

17 12. It is necessary and essential that the Debtor employ the Tsai Law Company,  
18 PLLC under a general retainer based on time and billable charges. A general retainer is  
19 necessary because of the extensive legal services required for Debtor's state court family law  
20 litigation.  
21

22 13. The firm of the Tsai Law Company, PLLC has indicated its willingness to act  
23 on the Debtor's behalf and to be compensated in accordance with the terms and conditions  
24 set forth in paragraph 3 above.  
25

26 14. To the best of applicant's knowledge, the members and associates of the firm  
27 of the Tsai Law Company, PLLC do not have any connection with the Debtor, his creditors,  
28 or any other party in interest, or their respective attorneys or accountants, and represent no

1 interest adverse to the estate in the matters upon which it is to be retained.

2 15. Further, to the best of applicant's knowledge, the two persons who supplied  
3 funds to the firm of the Tsai Law Company, PLLC on behalf of the Debtor are not creditors  
4 of the Debtor nor are they in a business relationship (i.e., not an investor, partner, officer,  
5 affiliate) with the Debtor, his creditors, or any other party in interest, or Debtor's respective  
6 attorneys or accountants, and the two persons who supplied funds do not represent an  
7 interest adverse to the interest of the estate.  
8

9 16. There were exceptional circumstances surrounding the Applicant's  
10 engagement of the Tsai Law Company, PLLC.  
11

12 17. Your applicant is in the midst of dissolution proceeding in King County  
13 Superior Court. The case no. is 09-2-02955-9. This action was filed by the Applicant's  
14 spouse on April 15, 2009.  
15

16 18. This dissolution proceeding has, to date, involved over 235 individual  
17 pleadings. In fact, in the month of October, 2010 by itself, there have been forty (40)  
18 docketed items alone, not including discovery requests and production. Further, some pre-  
19 trial issues are now before the State Court of Appeals (Trial Court docket line 201, filed on  
20 Sept. 28, 2010).  
21

22 19. Trial is currently set for Monday, November 15, 2010.

23 20. The delay in seeking approval for the Tsai Law Company, PLLC to serve as  
24 Debtor's special counsel is due to the intense and time consuming nature of this dissolution  
25 proceeding.  
26

27 21. The Tsai Law Company, PLLC has benefited the estate in a significant manner.

28 22. The Tsai Law Company, PLLC has conducted six depositions, three hearings

1 (one in person and two by phone) and also general discovery to obtain information to use to  
2 preserve the assets of Debtor's estate during trial.  
3

4 WHEREFORE, applicant requests the entry of an order authorizing him to employ and  
5 retain the Tsai Law Company, PLLC, pursuant to and under a general retainer on the terms  
6 and conditions recited above, to represent him in Debtor's state court family law litigation  
7 and that said employment be authorized Nunc Pro Tunc.  
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12 DATED this 4<sup>th</sup> day of November, 2010.  
13

14 /s/ Adam R. Grossman

15 Adam R. Grossman, Debtor  
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12 UNITED STATES BANKRUPTCY COURT  
13 WESTERN DISTRICT OF WASHINGTON  
14 AT SEATTLE

15 In re:

16 Adam R. Grossman,

17  
18 Debtor.  
19

CHAPTER 11 BANKRUPTCY

CASE NO. 10-19817-SJS

ORDER AUTHORIZING  
EMPLOYMENT OF DEBTOR'S FAMILY  
LAW ATTORNEY AS SPECIAL  
COUNSEL NUNC PRO TUNC

21 Upon the application of Adam R. Grossman, dated November 4, 2010, for an order  
22 authorizing the Debtor-in-Possession to employ and retain the Tsai Law Company, PLLC as  
23 his Special Counsel (state court family law attorneys), and upon the Declaration of Emily  
24 Tsai, signed on November 4, 2010, and it appearing that Emily Tsai is duly admitted to  
25 practice before the King County Superior Court, and this Court being satisfied that said  
26 attorney and her firm represent no interest adverse to the estate with respect to matters upon  
27  
28

EX PARTE ORDER AUTHORIZING EMPLOYMENT  
OF ATTORNEY AS DEBTOR'S SPECIAL COUNSEL  
NUNC PRO TUNC - Page 1 of 2

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1 which they are to be engaged, that they are “disinterested persons” under Sections 101(14)  
2 and 327 of Title 11, United States Code, that their employment is necessary and would be in  
3 the best interests of the estate, that Debtor has provided a satisfactory explanation for the  
4 failure to obtain approval in advance of employment, and that the proposed family law  
5 attorney has demonstrated service that has significantly benefited the estate, and sufficient  
6 cause appearing therefore, Now, Therefore,  
7

8  
9 IT IS HEREBY ORDERED that Adam R. Grossman, as Debtor-In-Possession, be and  
10 is hereby authorized to employ and retain the Tsai Law Company, PLLC as his attorneys at  
11 the rate of \$295 per hour for attorney’s fees or \$3,500 per day during trial to perform all of  
12 the services set forth in the Application, said fees to be subject to approval by the Court.  
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17 \_\_\_\_\_  
18 SAMUEL J. STEINER  
19 U.S. Bankruptcy Judge

20 Presented By:

21 LAW OFFICE OF MATTHEW D. O’CONNER  
22

23 By: /s/ Matthew D. O’Conner  
24 Matthew D. O’Conner, WSBA #27061  
25 Attorney for Debtor-in-Possession  
26  
27  
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